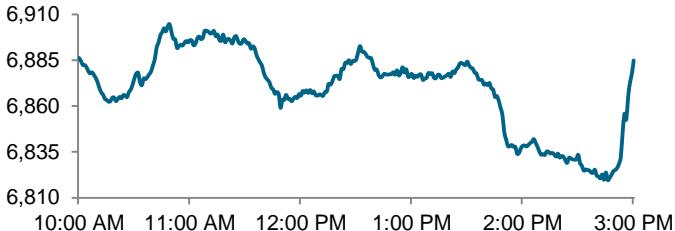


# DAILY MARKETS OVERVIEW

OCTOBER 25, 2017

## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	6,885	0.0	-1.8	-4.5	16.6
Saudi (NOMU)	3,010	0.2	-0.2	NA	NA
Energy	3,756	-4.6	-6.2	-24.5	18.2
Materials	4,666	0.0	-1.1	-6.4	19.6
Capital Goods	4,107	-0.6	-1.7	-17.7	13.5
Com. & Prof. Svc	4,266	0.2	-2.0	-15.4	19.0
Transportation	3,827	0.0	-1.5	-24.9	13.8
Cons. Durables & Apparel	4,087	-0.6	-1.7	-12.0	NA
Consumer Services	4,023	-2.0	-4.0	-16.8	12.2
Media	8,037	-0.1	-3.2	56.9	NA
Retailing	5,749	-2.5	-3.6	17.1	18.2
Food & Staples Retailing	5,456	1.3	0.7	8.0	23.6
Food & Beverages	4,944	-0.9	-2.8	0.9	NA
Health Care Equipment	4,411	0.0	-1.2	-12.1	24.0
Pharma, Biotech & Life Science	3,879	-1.0	-2.6	-27.9	9.7
Banks	5,252	1.4	-0.9	3.3	10.8
Diversified Financials	4,289	-0.9	-2.5	-14.0	NA
Insurance	4,824	-1.1	-2.5	-1.8	14.8
Telecommunication	4,148	0.1	-3.6	-17.1	14.7
Utilities	4,872	-5.3	-5.2	0.2	10.4
REITs	4,790	-1.4	-3.2	-4.2	NA
Real Estate	4,187	-1.1	-3.0	-16.5	NA

Sources: Bloomberg, Reuters

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Nama Chemicals Co.	18.42	9.9%	11.6
Tabuk Cement Co.	10.72	5.7%	3.6
Dallah Healthcare Holding Co.	103.97	4.2%	9.4
The Mediterranean & Gulf Insurance Co.	27.95	3.8%	10.2
Mouwasat Medical Services Co.	161.20	3.6%	6.2

Source: Tadawul

## Latest Earnings

Company	Date	Period	Q NI (SAR mn)	YoY %	Q EPS (SAR)	Vs. Consensus
Yanbu National Petrochemical Co.	24-Oct	Q3 17	644.6	13.4	1.15	BEAT
Mouwasat Medical Co	24-Oct	Q3 17	76.7	55.3	1.53	BEAT
National Shipping Co.	24-Oct	Q3 17	60.5	-80.8	0.15	NA
Southern Province Cement Co.	24-Oct	Q3 17	57.0	-67.2	0.41	MISS
The National Company for Glass	24-Oct	Q3 17	14.8	214.9	0.45	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 25, 2017

(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- The TASI closed flat at 6,885 on Tuesday. The NOMU ended 0.2% higher at 3,010. TASI traded value totaled SAR 2.8bn and averaged SAR 2.9bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 49.7% of the daily traded value.
- Banks ended 1.4% higher while Materials ended flat. Telecom closed 0.1% higher. Banks (up 1.4%) was the best performer. Among stocks, Nama Chemicals Co. (2210/NAMA AB), Tabuk Cement Co. (3090/TACCO AB), and Dallah Healthcare Holding Co. (4004/DALLAH AB) led gainers.
- Crown Prince Mohammad bin Salman unveiled a new economic zone project worth USD 500bn. The new investment city, NEOM, would be built on a total area of 26,500sq.m. (Source: Argaam)
- Ministry of Finance stated it received around SAR 32bn (USD 8.5bn) in bids for its fourth sukuk issue. The Islamic bonds worth SAR 10bn (USD 2.7bn) were issued in three tranches: SAR 4.1bn (USD 1.1bn) maturing in 2022, SAR 1.3bn (USD 360mn) maturing in 2024, and SAR 4.5bn (USD 1.2bn) maturing in 2027. (Source: Argaam)
- Public Investment Fund's (PIF) Managing Director announced the fund plans to establish a USD 50bn (SAR 188bn) fund with US private equity firm Blackstone (BX US). PIF would contribute USD 20bn (SAR 75bn) to the fund. He added the fund would invest in the conventional economy, including sectors such as education and medical care. (Source: Zawya)
- Korea Times reported Saudi Arabian Oil Company, Malaysia-based Petronas, and China State Construction Engineering Corporation (601668 CH) are seeking a stake worth around USD 1.7bn (SAR 6bn) in Daewoo Engineering & Construction Company (047040 KS). (Source: Trade Arabia)
- According to Saudi Electricity Co.'s (5110/SECO AB) statement to Tadawul, the PIF would partner with Softbank Vision Fund (SBVF) to develop a new solar power plan in line with Vision 2030. (Source: Argaam)
- S&P Global Ratings announced it opened a branch in Riyadh after obtaining the final license from the Capital Market Authority, making it the first international credit rating agency to be fully licensed to operate in Saudi Arabia. (Source: Gulf Base)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Middle East Healthcare Co.	55.00	-9.9%	84.4
Ace Arabia Cooperative Insurance Co.	26.12	-9.2%	75.4
The National Shipping Co of Saudi Arabia	26.96	-8.0%	53.7
Abdulmohsen Alhokair Group for Tourism and Development	26.23	-6.6%	7.8
Saudi Electricity Co.	22.49	-6.3%	159.2

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	64.50	0.8%	363
Alinma Bank	17.26	-0.7%	357
Saudi Basic Industries Corp.	97.55	-0.1%	274
Dar Alarkan Real Estate Development Co.	7.44	2.6%	248
Saudi Electricity Co.	22.49	-6.3%	159

Source: Tadawul

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# DAILY MARKETS OVERVIEW

OCTOBER 25, 2017

## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,641	0.6	-0.9	3.1	23.6
Abu Dhabi (ADX)	4,496	-0.1	-0.2	-1.1	16.5
Kuwait (KSE)	6,598	-0.4	-0.5	14.8	17.9
Qatar (QE)	8,110	-0.1	-0.8	-22.3	13.0
Oman (MSM)	5,033	0.0	-0.7	-13.0	12.1
Bahrain (BSE)	1,277	-0.9	-0.2	4.6	7.2
DJMENA Index	513	0.0	-1.0	-1.3	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,569	0.2	-0.2	14.8	21.9
US (NASDAQ 100)	6,598	0.2	-0.5	22.6	24.9
UK (FTSE 100)	7,527	0.0	0.0	5.4	25.1
Germany (DAX)	13,013	0.1	0.2	13.6	18.1
France (CAC 40)	5,395	0.1	0.4	11.0	18.7
Russia (MICEX)	2,062	-0.1	-0.5	-6.6	7.6
Japan (Nikkei)	21,805	0.5	1.6	13.9	19.7
Hong Kong (HSI)	28,155	-0.5	-1.2	28.0	14.2
South Korea (KOSPI)	2,490	0.0	0.0	22.9	11.9
China (SHCOMP)	3,388	0.2	0.3	9.2	17.8
India (NIFTY)	10,208	0.2	0.6	24.7	23.6
Brazil (IBOV)	76,350	1.2	-0.1	26.8	24.0
Turkey (BIST 100)	1,07,206	-0.1	-1.2	37.2	10.4
Egypt (EGX30)	13,928	0.4	1.6	12.8	9.9
MSCI Emerging Markets	1,113	-0.2	-0.6	29.1	16.3
MSCI World	2,031	0.1	-0.2	16.0	21.2

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	58.3	1.7	1.0	2.7	13.4
Natural Gas (\$/mmbtu)	3.0	-0.6	2.0	-17.5	-10.6
Gold (\$/oz)	1,277	-0.4	-0.3	10.8	1.0
Silver (\$/oz)	16.9	-1.2	-0.9	6.1	-4.0
Platinum (\$/oz)	924	-0.3	0.1	2.2	-1.8
Copper (\$/t)	7,010	0.5	1.3	26.9	51.8
Zinc (\$/t)	3,246	1.9	3.0	26.9	41.1
Lead (\$/mt)	2,504	1.3	0.1	26.1	24.6
Wheat (\$/bu)	438	0.3	2.8	-5.8	-9.6
Corn (\$/bu)	353	0.4	2.4	-7.2	-8.7
Sugar (\$/lb)	14.3	2.9	2.0	-23.1	-31.2

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.37	0.00	0.37	0.00
Saudi Arabia	1.80	0.00	-0.24	0.43
UAE	1.57	0.00	0.09	0.20
Kuwait	1.75	0.00	0.31	0.38
Qatar	2.47	-0.03	0.69	1.10
Bahrain	2.45	0.00	0.35	1.08

Source: Reuters

**NOTES:** (1) Prices updated as of October 25, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable

## GCC & Global Markets Update

- US markets ended in green on Tuesday. The S&P 500 and NASDAQ both gained 0.2%. Dow Jones Industrial ended 0.7% higher. In Europe, the UK closed flat while Germany and France both ended 0.1% higher.
- Asian markets are trading in green on Wednesday. China and Japan both are up by 0.1%. South Korea and Hong Kong are trading 0.2% and 0.7% higher respectively. India is up by 0.4% in morning trade.
- GCC markets ended mixed on Tuesday. Dubai closed 0.6% higher while Abu Dhabi closed 0.1% lower. Kuwait and Qatar declined 0.4% and 0.1% respectively. Oman ended flat while Bahrain ended 0.9% lower.
- Société Générale's (GLE FP) MENA region CEO stated the implementation of value-added tax (VAT) in the UAE in the beginning of 2018 would not affect the country's projected economic growth. He added the bank's outlook for the UAE's economy in 2018 is positive. (Source: Mubasher)
- Kuwait's long-term foreign currency issuer default rating has been affirmed at AA by Fitch Ratings, with stable outlook. (Source: Gulf Base)
- According to data issued by the Central Statistical Bureau, Kuwait's average domestic inflation rose 0.53% Y/Y in September. This rise was led by a 0.65% Y/Y gain in the index of Food and Beverages, 2.1% Y/Y increase in Tobacco and Narcotics, and 1.91% Y/Y growth in Clothing and Footwear. (Source: Gulf Base)
- According to the foreign trade report of 3Q17 issued by Bahrain's Information & eGovernment Authority, the country's imports grew 18% Y/Y to BHD 1.2bn (USD 3.2bn) in 3Q17 from BHD 1.0bn (USD 2.7bn). The report added that the top 10 countries accounted for 63% of total import value. China was the largest exporter to Bahrain at BHD 166mn (USD 440mn). (Source: Trade Arabia)
- Jones Lang LaSalle Inc (JLL US), a real estate consultancy firm, stated residential sales prices and rents in Abu Dhabi fell in 3Q17 due to economic tightening and the release of new housing stock. It added sales prices dropped 13% Y/Y and rents declined 9% Y/Y. (Source: Gulf Base)
- ENBD REIT (ENBDREIT DU) stated its net assets stood at AED 1.1bn (USD 295mn) by the end of September. Moreover, the value of the company's real estate portfolio reached USD 434mn (AED 1.6bn) after buying The Edge office building in Dubai Internet City for USD 76.2mn (AED 280mn) on October 8. (Source: Mubasher)
- According to a statement from DP World (DPW DU), the company handled 52.3mn twenty-foot equivalent units (TEUs) across its global portfolio of container terminals in the first nine months of 2017, with gross container volume increasing 9.6% Y/Y on a like-for-like basis and 10% Y/Y on a reported basis. (Source: Trade Arabia)
- DAMAC Properties (DAMAC UH) unveiled a new project, Vera Residences, located near Dubai Water Canal. The residential tower would consist of 30 floors. (Source: Mubasher)

## Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 20 (prior: -5.7mn barrels) will be announced today. (Source: Econoday)
- Change in UK's GDP for 3Q17 (prior: 0.3% Q/Q, 1.5% Y/Y) will be announced today. (Source: Econoday)
- US jobless claims for the week ended October 21 (prior: 222K; consensus: 235K) will be announced tomorrow. (Source: Econoday)

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